

Message Text

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43

ACTION L-03

INFO OCT-01 EUR-25 ISO-00 EB-11 TRSE-00 FCSC-01 OMB-01

SP-03 COME-00 SAJ-01 SSO-00 NSCE-00 USIE-00 INRE-00

CIAE-00 INR-10 NSAE-00 RSC-01 SEC-03 JUSE-00 DODE-00

DRC-01 CIEP-02 SS-20 NSC-07 /090 W

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O 281600Z JUN 74

FM AMEMBASSY PRAGUE

TO SECSTATE WASHDC IMMEDIATE 6499

C O N F I D E N T I A L PRAGUE 1530

E.O. 11652: GDS

TAGS: PFOR, EFIN, L/C. CZ, US

SUBJECT: CLAIMS NEGOTIATIONS -- AGREED ARTICLES

REF: STATE 139509

1. RE ARTICLE 8, SIX-PARAGRAPH 1 OF PARAGRAPH 1, AMOUNT IS 7,161,557 CROWNS REPEAT 7,161,557 CROWNS. SUCH AMOUNT VERIFIED BY LETTER FROM ZOZNOSTENSKA BANKA DATED JUNE 25, 1974. AMOUNT IN FILM ACCOUNT IS 887,691 CROWNS REPEAT 887,691 CROWNS WHICH AMOUNT ALSO VERIFIED BY LETTER OF JUNE 25, 1974 FROM CESKOSLOVENSKA OBCHODNI BANKA, A.S.
2. RE PARA 3 REFTTEL, LANGUAGE OF ARTICLE 8 SUBPARA 1 IS OF COURSE, CARRYOVER FROM EARLIER DRAFTS, AND WAS BASED UPON ORIGINAL AGREEMENT ESTABLISHING ONE OF BLOCKED ACCOUNTS. IN PUTTING IT FORWARD, WE CONVINCED CZECHS TO DROP ANALOGOUS PARA DELIMITING USE OF FUNDS. WHILE WE WOULD BE WILLING, IF UNCOMFORTABLE, TO REPUDIATE LANGUAGE WE PROPOSED, WE SEE NO NEED TO DO SO. CZECHS HAVE MADE AMPLY CLEAR THEIR INTEREST IN ENCOURAGING USE OF CROWNS. THUS, AGREED MINUTE, EVEN IF WE COULD AGREE ON LANGUAGE TO COVER IDEA OF "REASONS OF PARTICULAR IMPORTANCE," SEEMS QUITE UNNECESSARY. WE HAVE THEREFORE NOT TAKEN UP ISSUE AND ASSUME DEPARTMENT CONCURS.

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3. RE ARTICLE 10, PARAGRAPH 2: CZECHS DO NOT KNOW OF ANY
"VESTED" CZECH PROPERTIES, EITHER GOVERNMENTAL OR PRIVATE.
IN CIRCUMSTANCES, AGREEMENT WAS REACHED TO DELETE PARAGRAPH 2
OF ARTICLE 10.

4. RE ANNEX B LETTERS: AGREEMENT REACHED TO INSERT IN LAST
PHRASE OF PENULTIMATE PARAGRAPH "THE QUESTION OF THE SETTLE-
MENT OF THIS BONDED INDEBTEDNESS" VICE "THE QUESTION." CZECHS
STILL CONSIDERING METHOD AND MANNER OF SETTLING BONDED INDEBT-
EDNESS. EVERY INDICATION CZECHS WILLING TO SETTLE
WITH FOREIGN BONDHOLDERS PROTECTIVE COUNCIL, INC. ON NO LESS
FAVORABLE BASIS THAN TERMS REACHED BETWEEN COUNCIL AND OTHER
SOCIALIST COUNTRIES.
WORTZEL

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Message Attributes

Automatic Decaptioning: X
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Copy: SINGLE
Draft Date: 28 JUN 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
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Disposition Authority: boyleja
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
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Document Unique ID: 00
Drafter: n/a
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Executive Order: GS
Errors: N/A
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30 JUN 2005

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